

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6075

BILL NUMBER: SB 72

NOTE PREPARED: Jan 15, 2009

BILL AMENDED:

SUBJECT: School Funding Formula

FIRST AUTHOR: Sen. Zakas

FIRST SPONSOR:

BILL STATUS: CR Adopted - 1st House

FUNDS AFFECTED: X GENERAL
DEDICATED
FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill specifies that the total regular program tuition support that will be distributed from the state to a school corporation will not be less than \$5,340 for each student counted in the school corporation's average daily membership (ADM).

Effective Date: July 1, 2009.

Explanation of State Expenditures: The bill would increase the state distribution to local schools by about \$55 M. Approximately 70 schools would receive an increase in their tuition support distribution. The total tuition support to be distributed in FY 2009 would still be under the fiscal year appropriation, and the CY 2009 distribution would be under the calendar year maximums in the law. The bill only applies to CY 2009 since the current school formula has a repealer effective January 1, 2010.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: See *Explanation of State Expenditures*

State Agencies Affected: Department of Education.

Local Agencies Affected: Local schools.

Information Sources: Department of Education databases.

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